

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
U. S. 60 WATER DISTRICT)	CASE NO. 97-267

O R D E R

On June 20, 1997, U. S. 60 Water District ("U. S. 60") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. U. S. 60 purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").
2. Effective July 1, 1997, Frankfort increased its rates for wholesale water from \$1.08 per 1,000 gallons to \$1.25 per 1,000 gallons.
3. U. S. 60 proposed to increase the rates to its customers effective July 20, 1997.
4. During the 12 months ending May 31, 1997, U. S. 60 purchased 102,871,400 gallons of water and sold 82,850,300 gallons.
5. U. S. 60's calculations are correct and show an increase in purchased water cost of \$17,488.14, resulting in a purchased water adjustment of 21 cents per 1,000

gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to U. S. 60's customers will increase \$1.05 from \$29.20 to \$30.25, or 3.6 percent.

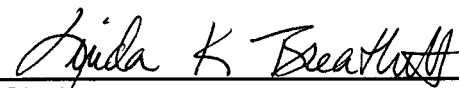
6. The purchased water adjustment of 21 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 21 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after July 20, 1997.
2. U. S. 60's proposed tariff is approved.
3. Within 30 days of the date of this Order, U. S. 60 shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 10th day of July, 1997.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 97-267 DATED JULY 10, 1997.

The following rates and charges are prescribed for the customers in the area served by U. S. 60 Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8 x 3/4-Inch Meter

First	1,000	Gallons	\$10.81	(Minimum Charge)
Next	2,000	Gallons	5.41	Per 1,000 Gallons
Next	2,000	Gallons	4.31	Per 1,000 Gallons
Over	5,000	Gallons	3.77	Per 1,000 Gallons

1-Inch Meter

First	5,000	Gallons	\$30.25	(Minimum Charge)
Over	5,000	Gallons	3.77	Per 1,000 Gallons

2-Inch Meter

First	25,000	Gallons	\$105.68	(Minimum Charge)
Over	25,000	Gallons	3.77	Per 1,000 Gallons

Bulk Sales

\$2.16 Per 1,000 Gallons